## AN ORDINANCE 2014 - 09 - 04 - 0661

DESIGNATING THE UNITED PARCEL SERVICE REINVESTMENT ZONE CONSISTING OF 56.002 ACRES LOCATED IN THE CITY OF SAN ANTONIO, BEXAR COUNTY, TEXAS, IN THE WOODLAKE INDUSTRIAL PARK SUBDIVISION BOUNDED BY GIBBS SPRAWL ROAD ON THE NORTH, RITTIMAN ROAD ON THE WEST AND WOODLAKE CENTER ON THE SOUTH AND RAILWAY ON THE EAST SIDE AS MORE PARTICULARLY DESCRIBED IN THE METES AND BOUNDS MAP ON FILE WITH THE OFFICE OF THE CITY CLERK.

WHEREAS, United Parcel Service, Inc. (hereinafter referred to as "UPS"), a large-scale parcel delivery service provider, has chosen to expand its San Antonio facility located at 6400 Seven States Blvd., as more particularly described in Exhibit "A" attached hereto and incorporated herein; and

WHEREAS, the land is eligible to be a Reinvestment Zone, in part because it is in an area that is reasonably likely, as a result of the designation, to contribute to the retention or expansion of primary employment or to attract major investment in the area that would be a benefit to the property and that would contribute to the economic development of the City of San Antonio; and

WHEREAS, in accordance with the requirements set out in the Texas Tax Code Section 312, notice of the requisite public hearing regarding the proposed designation of the United Parcel Service Reinvestment Zone was published on August 28, 2014; and

WHEREAS, on September 4, 2014, the City Council held a public hearing in the Council Chambers located at 114 W. Commerce on the proposed designation of the United Parcel Service Reinvestment Zone, and considered evidence and testimony of interested persons for and against the designation; and

WHEREAS, the City Council finds that the proposed United Parcel Service Reinvestment Zone is reasonably likely, as a result of the designation, to contribute to the retention or expansion of primary employment or to attract major investment in the Zone that would be a benefit to the property and that would contribute to the economic development of the City of San Antonio, and that the proposed improvements are feasible and practical; and

WHEREAS, the City Council hereby further finds that the designation of the United Parcel Service Reinvestment Zone is a reasonable incentive to help induce UPS to locate and continue to expand its manufacturing operations in San Antonio; and

WHEREAS, to the best of the parties' knowledge, no property in the area referred to herein as the United Parcel Service Reinvestment Zone is owned by or leased by a member of the City Council, Zoning Commission, Planning Commission, the City's Economic Development Department, or any other City officer or employee; NOW THEREFORE:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

RR 9/4/14 Item No. 28A

SECTION 1. The land more particularly described in Exhibit A, attached hereto and incorporated herein, is hereby designated as the United Parcel Service Reinvestment Zone pursuant to the Property Redevelopment and Tax Abatement Act of 1987, as amended.

SECTION 2. This Ordinance shall be effective on and after the tenth (10th) day after passage hereof.

PASSED AND APPROVED this 4<sup>th</sup> day of September, 2014.

M A OY O R

Ivy R. Taylor

ATTEST:

APPROVED AS TO FORM:

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## AN ORDINANCE 2014 - 09 - 04 - 0662

AUTHORIZING AND APPROVING THE TERMS AND CONDITIONS OF A TAX ABATEMENT AGREEMENT WITH UNITED PARCEL SERVICE, INC. TO EXEMPT FORTY-PERCENT (40%) OF AD VALOREM REAL AND PERSONAL PROPERTY TAXES FOR A PERIOD OF SIX (6)**YEARS** ON PERSONAL **PROPERTY IMPROVEMENTS** WITHIN THE UNITED **SERVICE** PARCEL REINVESTMENT ZONE.

WHEREAS, United Parcel Service, Inc. (hereinafter referred to as "UPS"), a large-scale parcel delivery service provider, has determined that it will expand its distribution facility located at 6400 Seven States Blvd., San Antonio, TX 78244 with an estimated investment of approximately \$85 million in real and personal property improvements, to provide for the retention of 600 full-time jobs and the creation of 25 full-time jobs; and

WHEREAS, in accordance with the City of San Antonio Tax Phase-In Guidelines (the "Guidelines") property located within a Tax Abatement Reinvestment Zone with an \$80 million investment is eligible for an 40% abatement of ad valorem personal property taxes for a term of up to six (6) years; and

WHEREAS, the City Council finds that offering UPS a Tax Abatement Agreement for its personal property improvements is a reasonable incentive to help induce UPS to invest in the facility and retain and create a cumulative 625 full-time jobs in San Antonio; and

WHEREAS, the City Council also finds that it is in the best interest of the City to approve a Tax Abatement Agreement with UPS to induce the desired and beneficial economic development in the United Parcel Service Reinvestment Zone; NOW THEREFORE:

## BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Council approves the terms and conditions of a Tax Abatement Agreement with UPS granting a forty-percent (40%), six (6) year abatement of ad valorem real and personal property taxes within the United Parcel Service Reinvestment Zone. A copy of the Agreement, in substantially final form, is attached hereto and incorporated herein as Exhibit "A".

**SECTION 2.** The City Manager or a designated representative is authorized to execute the Tax Abatement Agreement as approved in Section 1 of this Ordinance.

**SECTION 3.** This Ordinance shall be effective on and after the tenth day after passage hereof.

RR 9/4/14 Item No. 28B

PASSED AND APPROVED this 4<sup>th</sup> day of September, 2014.

M A O R

Ivy R. Taylor

ATTEST:

APPROVED AS TO FORM:

Robert V. Greenblum, City Attorney